Filed for intro on 02/23/2006 SENATE BILL 3407 By Bryson

HOUSE BILL 3810 By Hensley

AN ACT to amend Tennessee Code Annotated, Title 56, relative to health insurers.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 56, Chapter 7, Part 23, is amended by adding the following language as a new, appropriately designated section:

56-7-23__. If pre-authorization is given to a medical provider for care to be delivered to a covered beneficiary under any individual, franchise, blanket or group health insurance policy, medical service plan corporation contract, hospital service corporation contract, hospital and medical service corporation contract or fraternal benefit society, the health insurer acting directly or by delegation through an agent acting on behalf of the health insurer shall not subsequently rescind or modify that authorization or deny the authorized payment to the medical provider for the authorized service after the provider renders the authorized service in good faith and pursuant to the authorization, except for payments made as a result of the provider's misrepresentation or fraud.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.